

State of Arizona Office of the Governor

EXECUTIVE OFFICE

March 16, 2018

Douglas A. Ducey

GOVERNOR

The Honorable Michele Reagan Secretary of State 1700 W. Washington, 7th Floor Phoenix, AZ 85007

Dear Secretary Reagan:

I am transmitting to you the following bills from the Fifty-third Legislature, 2nd Regular Session, which I signed on March 16, 2018:

HB 2013 trust companies; liquid capital; definition (Finchem)

HB 2019 civil rights advisory board; continuation (Kern)

HB 2025 workers' compensation; rate deviations (Livingston)

HB 2026 county school superintendent; services; entities (Boyer)

HB 2043 occupational therapy board; continuation (Carter)

HB 2061 financial institutions department; superintendent duties (Shope)

HB 2079 single axle tow dolly; definition (Shope)

HB 2098 insurance; inducements (Livingston)

HB 2115 bonds; ballot language; procedures (Mitchell)

HB 2150 manufactured home sales; licensure; exemption (Weninger)

HB 2178 secretary of state; notary public (Coleman)

HB 2278 child support rights transfer (Cobb)

HB 2317 disability plates; permanent placards (John)

HB 2413 public road maintenance; primitive designation (Cook)

HB 2484 local food tax; equality (Shope)

SB 1038 state land sales; payment method (Griffin)

SB 1042 backflow prevention; state fire code (Kavanagh)

SB 1057 county school superintendent; report; approval (Burges)

SB 1072 DCS; contractor employees; fingerprint requirement (Brophy McGee)

SB 1076 assault; public safety contractors; workers (Barto)

SB 1082 full-day kindergarten; instruction requirements (Allen, S.)

SB 1089 purple heart day (Borrelli)

SB 1205 unemployment insurance; educational employers; interest (Fann)

SB 1207 lease authority; airports; air terminals (Pratt)

Sincerely,

Douglas A. Ducey

Governor

State of Arizona

cc:

Senate Secretary

Chief Clerk of the House of Representatives

Arizona News Service

Senate Engrossed

FILED

MICHELE REAGAN
SECRETARY OF STATE

State of Arizona Senate Fifty-third Legislature Second Regular Session 2018

CHAPTER 26

SENATE BILL 1207

AN ACT

AMENDING SECTION 28-8425, ARIZONA REVISED STATUTES; RELATING TO AIRPORTS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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Be it enacted by the Legislature of the State of Arizona:

Section 1. Section 28-8425, Arizona Revised Statutes, is amended to read:

28-8425. Lease authority; airport or air terminal purposes

- A. The department, in the operation and maintenance of the Grand Canyon national park airport, or a city, town or county may lease land owned by it or under its control to a person, partnership, association or corporation for airport or air terminal purposes pursuant to a lease agreement that:
- 1. Provides that title to all buildings, structures and improvements added to the leased premises by the lessee vests in the department, city, town or county in the manner and subject to the restrictions contained in the lease.
- 2. As it exists or as it may be amended, is declared to be binding and effective pursuant to its terms.
- 3. Is for a term of not more than forty FIFTY years and may contain an option to renew the lease for an additional period of not more than forty FIFTY years.
 - 4. Is let to the highest and best bidder.
- B. In a county with a population of less than four hundred thousand persons or a city or town with a population of less than forty thousand persons, as determined by the most recent United States decennial census or the most recent special census as provided in section 28-6532, During the lease period, the department or a city, OR town WITH A POPULATION OF LESS THAN FORTY THOUSAND PERSONS AS DETERMINED BY THE MOST RECENT UNITED STATES DECENNIAL CENSUS OR THE MOST RECENT SPECIAL CENSUS AS DESCRIBED IN SECTION 28-6532 or A county may extend the existing lease for airport or airport terminal purposes with a person, partnership, association, corporation or political subdivision for an additional period of not more than forty FIFTY years after notice and a public hearing. THE LEASE AND ANY EXTENSIONS MAY NOT CUMULATIVELY EXCEED THE MAXIMUM TERM ALLOWED UNDER SUBSECTION A OF THIS SECTION. The department or a city, town or county shall:
- 1. Publish a notice of intent to consider an extension of the lease twice in a daily or weekly newspaper of general circulation in the county. The notice shall contain the name of the lessee, a description of the leased property, the current expiration date of the lease, the amount of time the lease is proposed to be extended and the date, time and place of the public hearing on the extension request.
- 2. Publish the first notice not more than thirty days before the date set for the public hearing.
- 3. Post a copy of the notice of the intent to extend the lease on the leasehold site and at five public places in the county, INCLUDING ON THE AIRPORT OR AIRPORT TERMINAL PROPERTY AND ON THE GOVERNING BODY'S WEBSITE.

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- 4. Hold a public hearing on the extension request.
- 5. Grant the extension of an existing lease only if the department or a city, town or county determines that the extension request is in the best interest of the state, city, town or county and on a majority vote of the governing body acting on the request for an extension.
- 6. Grant a second and any subsequent extension request pursuant to this subsection only after bids are received that comply with subsections A and C of this section ON THE AFFIRMATIVE VOTE OF AT LEAST TWO-THIRDS OF THE GOVERNING BODY THAT IS ACTING ON THE REQUEST FOR AN EXTENSION. THE REIMBURSEMENT TO THE CITY, TOWN OR COUNTY FOR THE LEASE EXTENSION EXECUTED UNDER THIS SUBSECTION SHALL NOT BE LESS THAN THE APPRAISED RENTAL VALUE OF THE REAL PROPERTY, EXCEPT THAT THE CITY, TOWN OR COUNTY MAY CONSIDER ANY CAPITAL IMPROVEMENTS BY THE LESSEE IN DETERMINING THE FINAL REIMBURSEMENT RATE OF THE LEASE.
- C. A notice of intent to lease land under this section shall be advertised twice in a daily or weekly newspaper of general circulation in the county. The first notice shall be published at least thirty days but not more than sixty days before the date set for the submission of bids. The department or a city, town or county may also publish the notice in any other newspaper that the department or city, town or county determines appropriate.
 - D. This section does not limit the application of section 28-8423.
- E. This section does not apply to a joint powers airport authority formed pursuant to article 8 of this chapter.

APPROVED BY THE GOVERNOR MARCH 16, 2018

FILED IN THE OFFICE OF THE SECRETARY OF STATE MARCH 16, 2018

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Passed the House	Passed the Senate February 12, 2018,
by the following vote: 47 Ayes,	by the following vote: Ayes,
Nays, Not Voting Speaker of the House	Nays, Not Voting President of the Senate
Chief Clerk of the House	Secretary of the Senate
EXECUTIVE DEPARTMENT OF ARIZONA OFFICE OF GOVERNOR This Bill was received by the Governor this day of , 20 6 at	
Approved this day of	
at	
Governor of Arizona	EXECUTIVE DEPARTMENT OF ARIZONA
S.B. 1207	OFFICE OF SECRETARY OF STATE This Bill was received by the Secretary of State this 16th day of March , 20 8, at 12:19 o'clock R. M.
	Secretary of State

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